



California-American Water Company (Cal-Am) General Rate Case – D.18-12-021

What Does D.18-12-021 Authorize for Cal-Am?

Increases in Operating Costs in the Following Areas Required Increases in Utility Revenue to be Recovered in Rates:

- Water supply costs (purchased water, pump taxes, purchased power, Chemicals)
- Water infrastructure: Mains replacement, plant improvements
- Payroll
- Other - Rent, Insurance, Purchased services

Cal-Am's 2018 Revenue to be Recovered in Rates - \$18,285,324

Cost Increases Require the Following Increase in Utility Revenue:

- 2018: \$2.90 million (9.18%) above authorized 2017 revenues
- 2019*: \$1.59 million (4.63%) above authorized 2018 revenues
- 2020*: \$1.44 million (4.00%) above authorized 2019 revenues

*Revenue increases for 2019 and 2020 are estimated using escalation and inflation factors. Actual increases may vary based on current inflation estimates.

2018 Balancing and Memorandum Account Recovery:

- \$18.9M (8.5%) to be recovered company-wide by surcharge
- \$7.2M (3.2%) tax credit to be refunded company-wide by surcredit





What Are the Residential Bill Impacts Based on Adopted Revenue Increases?

Monthly Service Charge by Meter Size	Present Rates	2018	2019	2020
5/8-inch	\$9.89	\$9.63 (-2.6%)	\$10.23 (6.2%)	\$10.64 (4%)
3/4-inch	\$14.84	\$14.45 (-2.6%)	\$15.35 (6.2%)	\$15.96 (4%)
1-inch	\$24.73	\$24.08 (-2.6%)	\$25.58 (6.2%)	\$26.60 (4%)
Water Usage Quantity Rate				
Tier 1 0 to 13 Ccf	\$2.3375	\$2.5520 (9.2%)	\$2.6675 (4.5%)	\$2.7742 (4%)
Tier 2 13+ to 28 Ccf	\$3.1588	\$3.4027 (7.7%)	\$3.5567 (4.5%)	\$3.6990 (4%)
Tier 3 28+ to 75 Ccf	\$4.6331	\$5.1041 (10.1%)	\$5.3351 (4.5%)	\$5.5485 (4%)
Tier 4 Over 75 Ccf	\$6.1673	\$6.3290 (2.6%)	\$6.6155 (4.5%)	\$6.8801 (4%)

Excluding CPUC fee, City Tax, surcharges and refunds, an average residential customer with a 5/8-inch meter using 11ccf (1 ccf = 748 gallons) every month will see an increase in their monthly bill from \$35.60 in 2017 to \$37.70 in 2018. The same bill is estimated to be \$39.57 in 2019 and \$41.16 in 2020, resulting in an overall 15.6% rate increase over 3 years.

Where Can I Go for Further Information?

- To review Cal-Am's tariff schedules, go to:
<https://amwater.com/caaw/customer-service-billing/billing-payment-info/water-rates>
- To review the Commission's D.18-12-021, go to:
<http://docs.cpuc.ca.gov/PublishedDocs/Published/G000/M252/K251/252251101.pdf>
- To obtain information on the Commission's General Rate Case Process, go to:
<https://www.cpuc.ca.gov/General.aspx?id=6442461381>

